

**AMENDMENT TO THE AMENDMENT IN THE  
NATURE OF A SUBSTITUTE TO H.R. 2179  
OFFERED BY MR. FRANK AND MR. KANJORSKI**

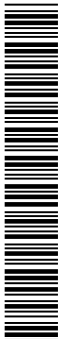
**Volunteer participation of association in study**

In section 8, strike subsection (b) and insert the following:

1       (b) STUDY ON FEDERAL AND STATE SECURITIES  
2 COORDINATION, COOPERATION, AND COMMUNICATION.—

3           (1) STUDY.—The Securities and Exchange  
4 Commission shall seek to produce a joint study in  
5 cooperation with an association of duly constituted  
6 representatives of State governments whose primary  
7 assignment is the regulation of the securities busi-  
8 ness within those States, on improved coordination,  
9 cooperation and communication between the Com-  
10 mission and State securities regulators.

11           (2) SUBJECT OF STUDY.—If the association re-  
12 ferred to in paragraph (1) agrees to participate in  
13 such a study, the study shall be prepared jointly by  
14 the Commission and the association, and shall be  
15 based on an initiative announced September 14,  
16 2003, between the Commission and the association  
17 aimed at improving coordination, cooperation, and



1 communication between the Commission and State  
2 securities regulators.

3 (3) REPORT.—If the association referred to in  
4 paragraph (1) agrees to participate in such a study,  
5 the results of the study shall be jointly reported to  
6 the Committee on Financial Services of the House of  
7 Representatives and the Committee on Banking,  
8 Housing, and Urban Affairs of the Senate by Sep-  
9 tember 14, 2005, or 1 year after the date of enact-  
10 ment of this Act, whichever is later.

